

Prescribes a revised Procedure for Payments to be made Outside the State in respect of Trust Boards and all the Local Bodies for Payments above Rs. 500.

READ—

Government Order No. Fl. (B) 3475-6—C.R. 16-52-6, dated the 16th July 1952, approving the proposal of the Accountant-General, Mysore, to discontinue the pre-audit of bills of firms relating to the Public Works Department and directing that in such cases the Divisional Officers should arrange payment to the firms direct.

2. Government Order No. Fl. (B) 4007-4096—B. & T. 11-52-3, dated the 25th July 1952 laying down the procedure to be followed (1) for settlement of collection memos of local Banks on the State Huzur Treasury, and (2) for obtaining Bank Drafts by Government officers for payments to be made outside the State.

3. Official Memorandum No. Fl. (B) 11722-52—B. & T. 11-52-4, dated the 30th December 1952, directing the drawing officers in Mysore City, Mandya and Shimoga towns to arrange their payments outside the State by means of Reserve Bank of India Drafts.

4. Letter No. 152—C.S.A., dated the 22nd September 1952, from the Controller, State Accounts Department, recommending in the circumstances explained, that the procedure laid down in Government Order dated the 25th July 1952, read above be extended to the Trust Boards and all the Local Bodies in the State.

**ORDER No. FL. (B) 146-246—B. & T. 11-52-7, DATED BANGALORE,
THE 3RD APRIL 1953.**

The Controller, State Accounts Department, reports that the new procedure sanctioned in the order dated 25th July 1952, read above is found to be convenient and suitable to Local Bodies and Trust Boards also for arranging payments to firms outside the State promptly and recommends the extension of the facilities to those Bodies also in respect of their payments above Rs. 500.

2. Sanction is accorded to the provisions of the order dated the 25th July 1952 being extended to the Trust Boards and all the Local Bodies also in respect of payments above Rs. 500, payments amounting to Rs. 500 and below being sent by Money Order or Insured Post, whichever works out cheaper.

3. This arrangement will not, however, apply to institutions in Mandya, Mysore and Shimoga Districts where Reserve Bank Drafts can be obtained from District Treasuries concerned.

4. The Controller, State Accounts Department, is requested to issue necessary modifications to the Municipal Accounts Manual and the District Board Accounts Manual.

M. SHAMANNA,
*Secretary to Government,
Finance Department.*

Permits the Grant of Second Advance to Government Servants for building or purchase of house.

**ORDER No. FL. 375-525—G.F. 3-53-1, DATED BANGALORE,
THE 7TH APRIL 1953.**

Under the existing provisions of the Mysore Financial Code, not more than one advance is to be given to a Government servant during his entire service either for purchase or construction of a house.

2. The above provisions, while rendering assistance to a Government servant to own a house, do not however, provide relief to persons, who, due to causes beyond their control, are obliged to dispose of the house. It is, therefore, directed that the rules relating to the grant of advances to construct or purchase houses be modified as under :—

- (i) Advance for construction or purchase of a house will be given to a Government servant not more than twice during the entire service.

(ii) The grant of the second advance is however subject to the condition that the Government servant is obliged, for reasons beyond his control, to dispose of the house constructed or purchased out of the first advance and that the first advance has been completely repaid by deductions from the salary or out of the sale realisations of the house which had to be sold by the Government servant or partly by the former and partly by the latter.

(iii) The Government servant selling the house should specifically indicate to the satisfaction of the sanctioning authority the reasons for selling the house.

3. The advance will carry interest at 5 per cent per annum for the first as well as for the second advance.

4. The existing procedure regulating the grant of advance, the mode of recovery, etc., will however remain unaltered.

5. Necessary amendment to the Mysore Financial Code, Volume I, will issue separately.

M. SHAMANNA,
Secretary to Government,
Finance Department.

Utilisation of unforeseen recoveries.

OFFICIAL MEMORANDUM.

ORDER No. FL. (B). 411-511—BUD. 70-52-2, DATED BANGALORE,
THE 7TH APRIL 1953.

It has been brought to the notice of the Government by the Accountant-General that in several grants unanticipated credits have been utilised to cover excess under the grants. Such a procedure is highly irregular, against the rules and should be avoided. The following procedure is, therefore, prescribed to secure that Controlling Officers do not utilise savings due to unforeseen recoveries for financing expenditure not approved by the Legislature.

(a) Savings in the sub-heads of grants accommodating recoveries will not be available for re-appropriation to cover excess under other sub-heads except sub-heads accommodating other recoveries. The unutilised savings in these sub-heads will be allowed to lapse and suitably explained in the Appropriation Accounts.

(b) The approval of the Legislative Assembly to any additional expenditure over the amount voted by it for the gross expenditure in a grant will be taken by means of a supplementary grant. The supplementary grant will take into account the unforeseen additional recoveries in the course of the year and will be taken for the net excess over the total grant, details of the gross expenditure and of the recoveries being placed before the Assembly. If the net effect of the additional recoveries is to reduce the total expenditure against the grant to a figure less than the original grant or to reduce it to a minus figure, the Assembly's approval to the increase in the gross expenditure will be taken by means of a token grant.

2. The excess under the sub-heads for gross expenditure which would have been covered by re-appropriation of savings but for the prohibition in sub-paragraph (a) will be suitably explained in the Appropriation Accounts.

3. The procedure set out in paragraph 1 will apply *mutatis mutandis* to non-voted expenditure. These provisions will be incorporated in the Budget Manual which will be issued separately.

M. SHAMANNA,
Secretary to Government,
Finance Department.